



DEPARTMENT OF
COMMERCE
COMMUNITY AND
ECONOMIC DEVELOPMENT

Regulatory Commission of Alaska

Sean Parnell, Governor
Emil Notti, Commissioner
Robert M. Pickett, Chairman

February 19, 2010

In reply refer to: Finance Section
File: PC52-1004U
LO#: L1000041

Selina Petruska
First Chief
Beaver Village Electrical Utilities
P.O. Box 24069
Beaver, AK 99724-9998

Dear Ms. Petruska:

On February 18, 2010, the Commission approved updated **Permanent** PCE levels in cents per kilowatt-hour (¢/kWh) for Beaver Village Electrical Utilities (BEAVER), for the listed classes of customers as follows:

Residential	40.88¢
Commercial/Community	43.94¢

The revised PCE levels are due to Commission approval of BEAVER's Fuel Cost Update submitted on February 10, 2010. The new PCE levels are effective for billings rendered after February 18, 2010. For your reference, copies of the Commission Staff's recommendations and schedules are attached as an Appendix.

The Commission reminds BEAVER of its continued obligation under the PCE legislation to provide its customers with the notice specified in AS 42.45.120 or similar notice approved by the Alaska Energy Authority.

The Commission also reminds BEAVER of its obligation under 3 AAC 52.620 and 3 AAC 52.640 to notify the Commission of any change in its rates, surcharges, and/or efficiency of operation and advises BEAVER that failure to comply with those requirements could jeopardize its continued participation in the program.

If BEAVER believes that the calculation used to establish the PCE level in this Letter Order is incorrect, it should seek reconsideration setting forth why it believes the calculation is in error. Any reconsideration request must be submitted within 15 days of the date of this Letter Order.

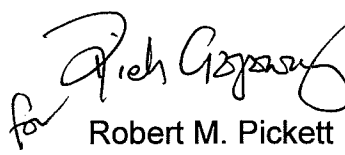
Letter Order-BEAVER
Page 2 of 2
February 19, 2010

If you have any questions regarding the calculation of PCE levels, please contact Utility Financial Analyst John White at (907) 276-6222.

BY DIRECTION OF THE COMMISSION

Sincerely,

REGULATORY COMMISSION OF ALASKA


for Robert M. Pickett
Chairman

cc: Jeffery Williams, Alaska Energy Authority

STATE OF ALASKA

**DEPARTMENT OF COMMERCE,
COMMUNITY & ECONOMIC DEVELOPMENT
REGULATORY COMMISSION OF ALASKA**

SEAN PARNELL, GOVERNOR

701 WEST EIGHT AVENUE, SUITE 300
ANCHORAGE, ALASKA 99501-3469
PHONE: (907) 276-6222
FAX: (907) 276-0160
TTY: (907) 276-4533
WEBSITE: <http://rca.alaska.gov>

DATE: February 19, 2010

INVOICE#: 52-1004U

DATE DUE: March 21, 2010

Selina Petruska
First Chief
Beaver Village Electrical Utilities
P.O. Box 24069
Beaver, AK 99724-9998

Fee for Commission Staff analysis and recommendations Re:

**FILE #: PC52-1004U
LO #: L1000041**

Fuel Cost Update under the Power Cost Equalization Program

Amount Due :	<u>\$ 39</u>
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TOTAL AMOUNT DUE:	<u>\$ 39</u>
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MAKE CHECK PAYABLE TO: **STATE OF ALASKA**

PLEASE REMIT CHECK AND COPY OF THIS INVOICE TO:

**REGULATORY COMMISSION OF ALASKA
701 W. 8TH AVE., SUITE 300
ANCHORAGE, AK 99501-3469**

If you have any questions, please contact Joyce McGowan at (907) 263-2132 or
joyce.mcgowan@alaska.gov.

Beaver Village Electrical Utilities

FILE #: PC52-1004U

Amount Due: \$ 39

LO #: L1000041

Check Number _____

Please tear along dotted line and submit payment with bottom portion. Thank you.

Power Cost Memorandum Fuel Cost Update

Date: February 18, 2010

Utility Name (Cert. No.) Beaver Joint Utilities	Utility File No. PC52-1004U	Date Filed: February 10, 2010
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PCE LEVEL SUMMARY	Previously Approved PC52-1004T	Staff Recommended Level(s) and Effective Date PC52-1004U
Class Rate	<u>Date Approved:</u> November 5, 2009	February 19, 2010
Residential	\$ 0.4088	\$ 0.4088
Commercial/ Community	\$ 0.4262	\$ 0.4394
<input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent <input type="checkbox"/> Interim <input checked="" type="checkbox"/> Permanent		

Prior Fuel Purchase Price: <u>\$ 3.6585</u>	New Fuel Purchase Price: <u>\$ 3.7865</u>
<input type="checkbox"/> Actual <input checked="" type="checkbox"/> Weighted	<input type="checkbox"/> Actual <input checked="" type="checkbox"/> Weighted
Delivery Charge: _____	Surcharge Change: Previous _____ Updated _____

Weighted Average Fuel Price/Gal. Calculation					
	Gallons		Price		
On-hand	2,000	X	3.6585	=	7,317.00
Delivered	16,332	X	3.8022	=	62,097.70
	<u>18,332</u>				<u>\$ 69,414.70</u>
					Weighted Average <u>\$ 3.7865</u>

Signed: *Kevin AufDerHeide*
Kevin AufDerHeide

Utility Financial Analyst

Commission decision re. this recommendation :

	Date (if different from 2/18/10)	I CONCUR	I DO NOT CONCUR	I WILL WRITE A DISSENTING STATEMENT *
Pickett		<i>[Signature]</i>		
Giard		<i>[Signature]</i>		
Lisankie		<i>[Signature]</i>		
Price		<i>[Signature]</i>		
Wilson		<i>[Signature]</i>		

Special Instructions to Staff:

* If this column is initialed, Staff will contact the Commissioner for the statement, otherwise, dissent will simply be noted at the close of the By Direction Letter or Order.

BEAVER JOINT UTILITIES

POWER COST EQUALIZATION CALCULATION

For the Test Period Ending: June 30, 2004

Fuel Cost Update

		PC52-1004T	PC52-1004U	
		Prior Staff Calculated	Utility Request	Staff Recommended
A.	Total kWh Generated	293,400	293,400	293,400
B.	Total kWh Sold (Appendix 2)	258,192	258,192	258,192
C.	Total Non-Fuel Costs (Appendix 2)	50,066	50,066	50,066
D.	Non-Fuel Cost/kWh (C / B)	\$0.1939	\$0.1939	\$0.1939
E.	Total Fuel Costs (Appendix 2)	102,230	105,807	105,807
F.	Fuel Costs/kWh (E / B)	\$0.3959	\$0.4098	\$0.4098
G.	Eligible Costs/kWh (D + F)	\$0.5899	\$0.6037	\$0.6037
H.	Eligible Cost/kWh (G) Less 14.12 cents/kWh	\$0.4487	\$0.4625	\$0.4625
I.	Lesser of (H) or 85.88 cents/kWh	\$0.4487	\$0.4625	\$0.4625
J.	Average Class Rates (Appendix 3)			
	Residential	\$0.4088	\$0.4088	\$0.4088
	Commercial	\$0.4588	\$0.4588	\$0.4588
	Community Facilities	\$0.4588	\$0.4588	\$0.4588
		Class Power Cost Equalization Per kWh Payable		
K.	Lesser of: (I) x 95% or (J)			
	Residential	\$0.4088	\$0.4088	\$0.4088
	Commercial	\$0.4262	\$0.4394	\$0.4394
	Community Facilities	\$0.4262	\$0.4394	\$0.4394
L.	Funding Level in Effect	100%	100%	100%
	Residential	\$0.4088	\$0.4088	\$0.4088
	Commercial/ Community	\$0.4262	\$0.4394	\$0.4394

BEAVER JOINT UTILITIES

SCHEDULE OF ELIGIBLE POWER COSTS, SALES, AND EFFICIENCY

For the Test Period Ending: June 30, 2004

Fuel Cost Update

			PC52-1004T	PC52-1004U	
			Prior Staff Calculated	Per Utility	Per Staff
Non-Fuel Costs:					
A.	Personnel Costs		30,866	30,866	30,866
B.	Operating Expenses		14,753	14,753	14,753
C.	General & Administrative		2,264	2,264	2,264
D.	Depreciation		2,183	2,183	2,183
E.	Interest Expense		-	-	-
F.	Other (Describe)		-	-	-
G.	Total Non-Fuel Costs		\$50,066	50,066	50,066
Fuel Costs:					
H.	Gallons Consumed for Electric Generation		27,943	27,943	27,943
I.	Wtd. Avg. Price of Fuel		\$3.6585	\$3.7865	\$3.7865
J.	Total Cost of Fuel (I x J)		\$102,230	\$105,807	\$105,807
K.	kWh Generated		293,400	293,400	293,400
L.	kWh Sales		258,192	258,192	258,192
M.	Efficiency	≥	<u>Standard</u> 10.5	10.50	10.50
N.	Line Loss	≤	12%	12.00%	12.00%

Fuel Purchases:

On Hand	2,000	x	\$3.6585	= Average Cost 3.7865
Purchase	16,332	x	\$3.8022	
TOTAL	<u>18,332</u>			

BEAVER JOINT UTILITIES - ELECTRIC

Calculation of Average Class Rate per kWh

Rate Schedule: Residential

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - \$.1412/kWh
700	0.5500	0.0000	0.5500	385.00	0.5500	0.4088
700				385.00	0.5500	0.4088
TOTAL (A)						(E)

Rate Schedule: Commercial

(1) kWh by Block	(2) Rate (\$/kWh)	(3) Surcharge If Applicable (\$/kWh)	(4) Total (\$/kWh) (2+3)	(5) Total \$ (1x4)	(6) Avg. (\$/kWh) (5)/(1)	(7) Avg. Rate (\$/kWh) - \$.1412/kWh
700	0.6000	0.0000	0.6000	420.00	0.6000	0.4588
700				420.00	0.6000	0.4588
TOTAL (A)						(E)

Computation of Community Facilities Average Rate

Rate Schedule: ALL

	(A) Rate (\$/kWh)	(B) Surcharge If Applicable (\$/kWh)	(C) Total Rate (\$/kWh) (A+B)	(7) Avg. Rate (\$/kWh) - \$.1412kWh
0 to ∞	0.6000	0.0000	0.6000	0.4588
Next to				
Next to				
Next to				
Next to				

BEAVER JOINT UTILITIES

Beginning Fuel Inventory		2,000			
Last Approved Fuel Cost/Gal.			\$ 3.6585		
Beginning Fuel Inventory in Gallons	X	Last Approved Fuel Cost/Gal.	=	Beginning Fuel Inventory	\$ 7,317.00
Reporting Period Purchases	10/23/09	3,350	3.803		12,740
	11/13/09	3,000	3.700		11,100
	12/11/09	4,475	3.740		16,737
	01/05/10	1,502	3.892		5,846
	01/20/10	2,000	3.954		7,908
	01/21/10	2,005	3.874		7,767
					-
					-
					-
					-
					-
					-
					-
Totals for Reporting Period Purchases on this sheet:		16,332			62,098
Grand Totals (beginning inventory plus purchases)		18,332			\$ 69,415
Total Cost for Reporting Period divided by Total Gallons for Reporting Period =					\$ 3.8022
Grand Total Cost divided by Grand Total Gallons =					\$ 3.7865